

8.595% (4.285% p.a.) ZKB Reverse Convertible on worst of ABB Ltd rs/Zurich Insurance Group AG rs/Novartis AG rs/Lonza Group AG rs

08.07.2021 - 10.07.2023 | Swiss Security Code 110 587 122

Summary

This Summary is to be understood as an introduction to the present Final Terms. Any investment decision in relation to the structured products must be based on the information contained in the Base prospectus and in these Final Terms in their entirety and not on the Summary. In particular, each investor should consider the risk factors contained in these Final Terms and in the Base prospectus.

The Issuer can only be held liable for the content of this Summary if the Summary is misleading, incorrect or contradictory when read together with the other parts of the Final Terms and the Base prospectus.

Information on the securities
Type of product: ZKB Reverse Convertible on worst of SSPA Category: Reverse Convertible (1220, according to the Swiss Derivative Map) ISIN: CH1105871227 Issuer: Zürcher Kantonalbank Underlyings: <ul style="list-style-type: none"> - ABB Ltd registered share - Zurich Insurance Group AG registered share - Novartis AG registered share - Lonza Group AG registered share Initial Fixing Date: July 1, 2021 Payment Date: July 8, 2021 Final Fixing Date: July 3, 2023 Redemption Date: July 10, 2023 Settlement type: cash or physical Coupon: 8.595% (4.285% p.a.) Cap Level: 79.00% of Initial Fixing Value
Information on the offer and admission to trading
Place of the offer: Switzerland Issue amount/Denomination/Trading Units: Up to CHF 40'000, without the possibility to increase/CHF 1'000 per Product/CHF 1'000 or multiples thereof Issue Price: 100% of the Denomination (CHF 1'000) Selling Restrictions: EEA, U.S.A./U.S. persons, United Kingdom, Guernsey Information on listing: This product shall not be listed on an official exchange.

Final Terms

1. Product Specific Conditions and Product Description

Product Category/Name

Yield Enhancement/Reverse Convertible (1220, according to the Swiss Derivative Map provided by the Swiss Structured Products Association)

Regulatory Notification

This product does not constitute a collective investment scheme within the meaning of the Swiss Federal Act on Collective Investment Schemes (CISA) and is not subject to authorisation or supervision by the Swiss Financial Market Supervisory Authority FINMA. The issuer risk is borne by investors.

Issuer

Zürcher Kantonalbank, Zürich

Rating of the Issuer Standard & Poor's AAA, Moody's Aaa, Fitch AAA

**Lead Manager, Paying Agent,
Exercise and Calculation Agent** Zürcher Kantonalbank, Zürich

Swiss Security Code/ISIN 110 587 122 (not listed) / CH1105871227

**Issue amount/
Denomination/
Trading Units** Up to CHF 40'000, without the possibility to increase/
CHF 1'000 per Product/
CHF 1'000 or multiples thereof

Issue Price 100% of the Denomination

Currency CHF

Underlyings

Underlying	Type of Underlying/ Domicile	ISIN/ Bloomberg	Trading place/ Price source
ABB Ltd	Registered share/ Switzerland	CH0012221716/ ABBN SE EQUITY	SIX Swiss Exchange
Zurich Insurance Group AG	Registered share/ Switzerland	CH0011075394/ ZURN SE EQUITY	SIX Swiss Exchange
Novartis AG	Registered share/ Switzerland	CH0012005267/ NOVN SE EQUITY	SIX Swiss Exchange
Lonza Group AG	Registered share/ Switzerland	CH0013841017/ LONN SE EQUITY	SIX Swiss Exchange

**Initial Fixing Value (100.00%)
Cap Level (79.00%)
Ratio**

Underlying	Initial Fixing Value	Cap Level	Ratio
ABB Ltd	CHF 31.17	CHF 24.6243	40.610291
Zurich Insurance Group AG	CHF 370.60	CHF 292.774	3.415604
Novartis AG	CHF 84.20	CHF 66.518	15.033525
Lonza Group AG	CHF 653.20	CHF 516.028	1.937879

**Initial Fixing Date/
Initial Fixing Value** ABB Ltd rs: Theoretically calculated price on July 1, 2021 at 13:29h CET
Zurich Insurance Group AG rs: Theoretically calculated price on July 1, 2021 at 13:29h CET
Novartis AG rs: Theoretically calculated price on July 1, 2021 at 13:29h CET
Lonza Group AG rs: Theoretically calculated price on July 1, 2021 at 13:29h CET

Payment Date July 8, 2021

Last Trading Date July 3, 2023

**Final Fixing Date/
Final Fixing Value** ABB Ltd rs: Closing price on SIX Swiss Exchange on July 3, 2023
Zurich Insurance Group AG rs: Closing price on SIX Swiss Exchange on July 3, 2023
Novartis AG rs: Closing price on SIX Swiss Exchange on July 3, 2023
Lonza Group AG rs: Closing price on SIX Swiss Exchange on July 3, 2023

**Redemption Date/
Date of delivery** July 10, 2023

Coupon 8.595% (4.285% p.a.) per Denomination CHF 1'000
interest part 0.000% p.a. (CHF 0.00), premium part 4.285% p.a. (CHF 42.85)

**Coupon Dates/
Coupon**

	Coupon Date*	Coupon
t = 1	10.07.2023	8.595% (CHF 85.95)

* modified following business day convention

Coupon Calculation Method 30/360 (German), modified following

Redemption method If the Final Fixing Value of all Underlyings is at or above the Cap Level, the Redemption amounts to 100% of Denomination. If the Final Fixing Value of one or more Underlyings is below the Cap Level, the investor receives a physical delivery of the worst performing Underlying (between Initial Fixing Date and Final Fixing Date). The number of Underlyings per Denominaion is defined in Ratio (Fractions will be paid in cash, no cumulation). The Coupon is paid out on the Coupon Date independent of the performance of the Underlyings.

Listing/Secondary market	This product shall not be listed on an official exchange. The Issuer commits to quote bid prices.		
Quotation Type	During the lifetime, this product is traded flat accrued interest, i.e. accrued interest is included in the trading price ('dirty price').		
Clearing Agent	SIX SIS AG		
Distribution Fees	Distribution fees in the form of a discount on the Issue price, reimbursement of a part of the Issue price or other one-off and/or periodic charges may have been paid to one or several distribution partners of this Product. The Distribution Fees paid out to distribution partners may amount up to 0.70% p.a..		
Sales: 044 293 66 65	SIX Telekurs: .zkb Internet: www.zkb.ch/finanzinformationen	Reuters: ZKBSTRUCT Bloomberg: ZKBY <go>	
Key Elements of the Product	This product is a combined investment instrument that consists of a fixed income security and the sale of a "out-of-the-money" put option. This allows the investor to benefit from the current volatility of the Underlyings. The product regularly pays out attractive Coupons during the term. An above-average return is achieved when prices fall slightly, stagnate or rise slightly. If the Final Fixing Value of all Underlyings is at or above the Cap Level, the investor receives a cash redemption in the amount of the Denomination. If the Final Fixing Value of at least one Underlying is below the Cap Level, the investor will receive a physical delivery of a number of Underlyings as defined under "Redemption method" of the Underlying with the worst performance between Initial Fixing Date and Final Fixing Date.		
Taxes	<p>The product is considered as transparent and has predominant one-off interest (IUP). The Coupon of 4.285% p.a. is divided into a premium payment of 4.2853% p.a. and an interest payment of 0.00% p.a.. The option premium part qualifies as capital gain and is not subject to Swiss income tax for private investors with Swiss tax domicile. The implied internal rate of return is subject to income tax for private investors with Swiss tax domicile at the time of sale or at maturity (IRR 0.00% p.a., present value of bond part at issue 100.00%) and is determined in compliance with the 'modifizierte Differenzbesteuerung' tax rule based on the ESTV Bondfloor Pricing method. The Swiss withholding tax is levied. In the case of physical delivery of the Underlying at maturity, the federal securities transfer stamp is levied on the basis of the Cap level. The Federal securities transfer stamp tax is levied on secondary market transactions.</p> <p>The product may be subject to further withholding taxes or duties, in particular under the rules of FATCA or Sect. 871(m) U.S. Tax Code or foreign financial transaction taxes. All payments from this product are made after deduction of any withholding taxes and levies. The information above is a summary only of the Issuer's understanding of current law and practice in Switzerland relating to the taxation of derivatives. The relevant tax law and practice may change. The Issuer does not assume any liability in connection with the above information. The tax information only provides a general overview and can not substitute the personal tax advice to the investor.</p>		
Documentation	<p>This document is a non-binding English translation of the Final Terms (Endgültige Bedingungen) published in German and constituting the Final Terms in accordance with article 45 of the Federal Act on Financial Services (FinSA). The English language translation is provided for convenience only.</p> <p>The binding German version of these Final Terms supplements the Base Prospectus approved by the SIX Exchange Regulation AG and published in German by the Issuer on November 16, 2020. These Final Terms constitute a Simplified prospectus pursuant to article 5 para. 2 CISA in the version dated 1 March 2013. Together with the Base Prospectus (and together with any supplements) these Final Terms form the product documentation for this issue.</p> <p>If this Product was the first time issued under the Base Prospectus of November 16, 2020, these Final Terms must be read in conjunction with the General Terms of the Securities (Allgemeine Bedingungen der Derivate), the Additional Terms and the Information on the Underlyings in the Base Prospectus of November 16, 2020. If this Product has been issued prior to the date of the Base Prospectus of November 16, 2020, these Final Terms shall be read in conjunction with the Base Prospectus of November 16, 2020 and together with the Existing Terms of the Products from the version of the Issuance Programme or Base Prospectus in force at the time of issuance that has been incorporated by reference in this Base Prospectus.</p> <p>The Base Prospectus of the Issuer dated November 16, 2020 will cease to be valid on November 16, 2021. From and including this date, these Final Terms must be read together</p>		

with the latest valid version of the Base Prospectus of the Issuer (including the information incorporated by reference into the latest valid version of the Base Prospectus from the Base Prospectus under which the Products the first time were issued), which follows the Base Prospectus of November 16, 2020.

Except as otherwise defined in these Final Terms, the terms used in these Final Terms have the meaning given to them in the Base Prospectus. In case of discrepancies between information or the provisions in these Final Terms and those in the Base Prospectus, the information and provisions in these Final Terms shall prevail. In the event of a listing of the products, the product documentation will be adapted, if and to the extent necessary, in accordance with the requirements of the relevant exchange. The present products will be issued in the form of uncertificated securities (Wertrechte) and registered as book-entry securities (Bucheffekten) with SIX SIS AG. Investors have no right to require the issuance of any certificates or any proof of evidence for the products. **These Final Terms and the Base Prospectus can be ordered free of charge at Zürcher Kantonalbank, Bahnhofstrasse 9, 8001 Zurich, dept. VRIE or by e-mail at documentation@zkb.ch. They are also available on <https://www.zkb.ch/finanzinformationen>.**

Information on the Underlying

Information on the performance of the Underlyings is publicly available on www.bloomberg.com. The transfer of the Underlyings is conducted in accordance with their statutes.

Notifications

Any notice by the Issuer in connection with this product, in particular any notice in connection with modifications of the terms and conditions will be validly published on the website <https://www.zkb.ch/finanzinformationen> to the corresponding product. The Swiss security code search button will lead you directly to the relevant product.

Governing Law/Jurisdiction

Swiss Law/Zurich

2. Profit and Loss Expectations at Maturity

Profit and Loss Expectations at Maturity

Worst Underlying		Redemption		
Price	Percent	Product	Coupon	Performance in %
CHF 21.82	-30.00%	CHF 886.08	CHF 85.95	-2.7974%
CHF 24.94	-20.00%	CHF 1'000.00	CHF 85.95	8.595%
CHF 28.05	-10.00%	CHF 1'000.00	CHF 85.95	8.595%
CHF 31.17	0.00%	CHF 1'000.00	CHF 85.95	8.595%
CHF 34.29	10.00%	CHF 1'000.00	CHF 85.95	8.595%
CHF 37.40	20.00%	CHF 1'000.00	CHF 85.95	8.595%
CHF 40.52	30.00%	CHF 1'000.00	CHF 85.95	8.595%

If the Final Fixing Value of all Underlyings is at or above the Cap Level, the performance of the product is always given by the Coupons paid out during the term (acc. "Coupon Dates"), in this case 8.595%. However, if the Final Fixing Value of at least one Underlying is below the Cap Level, the investor will receive a physical delivery of a number of Underlyings as defined in Ratio. The acquisition price of the delivered Underlyings is 79.00% of the Initial Fixing Value, which means that the performance of the Product is less negative than the performance of the Underlying. This negative performance is reduced by the guaranteed Coupons paid out during the term.

The table above is valid at maturity only and is by no means meant as a price indication for the present Product throughout its lifetime. Additional risk factors may have a significant impact on the value of the Product during the term. The price quoted on the secondary market can therefore deviate substantially from the above table. For this table it was assumed, that ABB Ltd rs was the worst performing Underlying. This selection is just a representative example of the possible alternatives. Currency risks between the Underlying and the Product are not considered in the table.

3. Material Risks for Investors

Issuer Risk

Obligations under these Structured Products constitute direct, unconditional and unsecured obligations of the Issuer and rank pari passu with other direct, unconditional and unsecured obligations of the Issuer. The value of the Structured Product not only depends on the performance of the Underlying and other developments in the financial markets, but also on the solvency of the Issuer, which may change during the term of this Structured Product.

Specific Product Risks	<p>Structured Products are complex financial instruments, which entail considerable risks and, accordingly, are only suitable for investors who have the requisite knowledge and experience and understand thoroughly the risks connected with an investment in these Structured Products and are capable of bearing the economic risks. The loss potential of an investment in ZKB Reverse Convertibles on worst of in the case of a title delivery is limited to the difference between the purchase price of the product and the cumulative value of the number of Underlyings as defined in 'Redemption Method'. The Coupon, which is paid out in any case, reduces the loss of the product compared to a direct investment in the worst performing Underlying. The price of the Underlyings may be significantly below the Cap Level at redemption.</p> <p>The Product is denominated in CHF. If the investor's reference currency differs from the CHF, the investor bears the risk between the CHF and his reference currency.</p>
Modifications	<p>If an Extraordinary Event as described in the Base Prospectus occurs in relation to an Underlying or if any other extraordinary event occurs, which makes it impossible or particularly cumbersome for the Issuer, to fulfill its obligations under the Products or to calculate the value of the Products, the Issuer shall at its own discretion take all the necessary actions and, if necessary may modify the terms and conditions of these Products at its own discretion in such way, that the economic value of the Products after occurrence of the extraordinary event corresponds, to the extent possible, to the economic value of the Products prior to the occurrence of the extraordinary event. Specific modification rules for certain types of Underlyings stated in the Base Prospectus shall prevail. If the Issuer determines, for whatever reason, that an adequate modification is not possible, the Issuer has the right to redeem the Products early.</p>
Market Disruptions	Compare specific provisions in the Base Prospectus.
Selling Restrictions	The selling restrictions contained in the Base Prospectus are applicable (EEA, U.S.A./U.S. persons, United Kingdom, Guernsey).
Prudential Supervision	As a bank within the meaning of the Swiss Federal Act on Banks and Savings Banks (BankG; SR 952.0) and a securities firm within the meaning of the Swiss Federal Act on Financial Institutions (FinIAG; SR 954.1), Zürcher Kantonalbank is subject to the prudential supervision of FINMA, Laupenstrasse 27, CH-3003 Bern, https://www.finma.ch .
Recording of Telephone Conversations	Investors are reminded, that telephone conversations with trading or sales units of the Zürcher Kantonalbank are recorded. Investors, who have telephone conversations with these units consent tacitly to the recording.
Further Information	This document constitutes neither an offer nor a recommendation or invitation to purchase financial instruments and can't replace the individual investor's own judgement. The information contained in this document does not constitute investment advice but is intended solely as a product description. An investment decision should in any case be made on the basis of these Final Terms and the Base Prospectus. Particularly, before entering into a transaction, the investor should, if necessary with the assistance of an advisor, examine the conditions for investment in the Product in consideration of his personal situation with regard to legal, regulatory, tax and other consequences. Only an investor who is aware of the risks of the transaction and has the financial capacity to bear any losses should enter into such transactions.
Material Changes	Since the end of the last financial year or the date of the interim financial statements, there have been no material changes in the assets, financial or revenue position of the Issuer.
Responsibility for the Final Terms	Die Zürcher Kantonalbank, Zürich, assumes responsibility for the content of these Final Terms and hereby declares that, to its knowledge, the information contained in these Final Terms is correct and no material circumstances have been omitted.

Zurich, July 1, 2021